ROCHE HARBOR WATER SYSTEM, INC. 8484 ROCHE HARBOR ROAD FRIDAY HARBOR, WA 98250

rocheharborwater@centurytel.net 360-378-3500 - Office 360-378-6400 - Fax

May 12, 2006

Jim Ward WA Utilities & Transportation Commission PO Box 47250 Olympia, WA 98504-7250

Dear Jim,

This is a letter in response to your proposed rate increase for the Roche Harbor Water System. We accept your rates of;

•	Base:	\$25.00	zero usage
•	1 - 5,000 gallons	\$1.80	per 1,000 gallons
•	5,001 - 10,000	\$5.10	per 1,000 gallons
•	10,001 & over	\$7.90	per 1,000 gallons

We will have our other staff member hired by July 1, 2006, for a half year payroll sum of \$19,400.

We tried both of Rick Finnigan's phone numbers & left messages that we need a redo for the new tariff rate sheet. Just incase he is gone for the day; we used his revised sheet with our original proposed rates & pasted over them with the ones we've just agreed on. I believe Rick is gone all of next week as am I. This is only a quick fix if he can't do it until he gets back.

Thank you very much for all of your assistance Jim.

Sincerely,

David W. Gibbs

For Roche Harbor Water System, Inc.

Cc: Rick Finnigan Brent Snow